

TEACHERS' FUND FOR RETIREMENT
A Division of ND Retirement and Investment Office
Balance Sheet
As of 9/30/2005

11/7/2005

	As of <u>9-30-05</u>	As of <u>6-30-05</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 608,558,703	\$ 604,847,705
INTERNATIONAL EQUITIES	396,615,004	399,906,454
DOMESTIC FIXED INCOME	282,384,740	201,123,853
INTERNATIONAL FIXED INCOME	75,422,638	71,304,366
REAL ESTATE	148,460,317	139,039,070
VENTURE CAPITAL	64,068,118	62,572,727
INVESTED CASH (NOTE 1)	<u>3,995,354</u>	<u>28,950,655</u>
 TOTAL INVESTMENTS	 1,579,504,874	 1,507,744,830
 RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	8,336,627	8,109,864
CONTRIBUTIONS RECEIVABLE	0	7,403,583
MISCELLANEOUS RECEIVABLE	<u>0</u>	<u>0</u>
 TOTAL RECEIVABLES	 8,336,627	 15,513,447
 OTHER ASSETS		
OPERATING CASH (NOTE 2)	8,577,564	8,648,006
DUE FROM OTHER AGENCIES (NOTE 3)	<u>83,975</u>	<u>20,170</u>
 TOTAL ASSETS	 <u>\$ 1,596,503,040</u>	 <u>\$ 1,531,926,453</u>
 LIABILITIES:		
ACCOUNTS PAYABLE	1,414,912	1,414,912
ACCRUED EXPENSES	315,293	284,129
DUE TO OTHER AGENCIES (NOTE 4)	<u>0</u>	<u>32,985</u>
 TOTAL LIABILITIES	 1,730,205	 1,732,026
 NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,530,194,427	1,374,679,677
CASH IN DURING YEAR (NOTE 5)	31,823,000	134,163,000
CASH OUT DURING YEAR (NOTE 6)	31,823,000	134,163,000
NET INCREASE (DECREASE)	<u>64,578,408</u>	<u>155,514,750</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>1,594,772,835</u>	 <u>1,530,194,427</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 1,596,503,040</u>	 <u>\$ 1,531,926,453</u>

11/7/2005

TEACHERS' FUND FOR RETIREMENT
A Division of ND Retirement and Investment Office
Profit and Loss Statement
For the Month Ended 9/30/2005

	Month Ended <u>9-30-05</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 3,920,543	\$ 8,453,546
SECURITIES LENDING INCOME	<u>335,210</u>	<u>904,937</u>
	4,255,753	9,358,483
 GAIN ON SALE OF INVESTMENTS	 13,518,223	 56,051,052
LOSS ON SALE OF INVESTMENTS	<u>5,649,203</u>	<u>17,717,331</u>
 NET GAINS (LOSSES) INVESTMENTS	 7,869,020	 38,333,721
 INVESTMENT EXPENSES	 121,672	 1,474,238
SECURITIES LENDING EXPENSES	314,447	826,225
SIB ADMINISTRATIVE EXPENSES	<u>9,716</u>	<u>31,500</u>
 NET INVESTMENT INCOME	 11,678,938	 45,360,241
 NET APPREC (DEPREC) MARKET VALUE	 22,988,127	 39,858,847
MISCELLANEOUS INCOME/(EXPENSE)	<u>(1,225)</u>	<u>(86,668)</u>
 TOTAL INVESTMENT INCOME	 34,665,840	 85,132,420
 CONTRIBUTIONS & ASSESSMENTS (NOTE 7)	 1,636,315	 2,436,894
PURCHASED SERVICE CREDIT (NOTE 8)	32,082	894,677
PENALTY & INTEREST (NOTE 9)	<u>28</u>	<u>412</u>
 TOTAL ADDITIONS	 <u>36,334,265</u>	 <u>88,464,403</u>
 DEDUCTIONS:		
BENEFITS PAID PARTICIPANTS (NOTE 10)	7,613,156	22,854,935
PARTIAL LUMP SUM BENEFITS PAID	0	21,045
REFUNDS TO MEMBER (NOTE 11)	<u>400,531</u>	<u>630,154</u>
 TOTAL BENEFITS PAID	 8,013,687	 23,506,134
 ADMINISTRATIVE EXPENSES		
RIO ADMINISTRATIVE CHARGE	188,469	379,861
MISCELLANEOUS EXPENSES	<u>0</u>	<u>0</u>
 TOTAL ADMINISTRATIVE EXPENSES	 <u>188,469</u>	 <u>379,861</u>
 TOTAL DEDUCTIONS	 <u>8,202,156</u>	 <u>23,885,995</u>
 NET INCREASE (DECREASE)	 <u>\$ 28,132,109</u>	 <u>\$ 64,578,408</u>

TEACHERS' FUND FOR RETIREMENT
Notes To Financial Statements
September 30, 2005

11/7/2005

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 INVESTED CASH

Pension Cash Pool invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company.

NOTE 2 OPERATING CASH

TFFR money market and checking accounts at the Bank of North Dakota.

NOTE 3 DUE FROM OTHER AGENCIES

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 4 DUE TO OTHER AGENCIES

Amounts owed to RIO for administrative and direct costs charged.

NOTE 5 CASH IN DURING YEAR

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 6 CASH OUT DURING YEAR

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 7 CONTRIBUTIONS

Contributions on teachers' salaries of 7.75 percent of salary plus a matching contribution paid by the employer unit, for a total contribution of 15.5 percent that must be remitted monthly.

NOTE 8 PURCHASED SERVICE CREDIT

Payments received on the purchase of service credit for TFFR as allowed by the North Dakota Century Code.

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Notes to Financial Statements
9/30/2005

11/7/2005

NOTE 9 PENALTY & INTEREST

Amounts charged to school districts for late payment or reporting of contributions.

NOTE 10 BENEFITS PAID TO PARTICIPANTS

Monthly annuity benefits paid to retired teachers on the first of each month.

NOTE 11 REFUND TO MEMBERS

Refunds of teachers' accounts who have ceased teaching in North Dakota.